

August 20, 1975

Mr. George Warnock  
3620 Wyoming Boulevard, NE, Suite 201  
Albuquerque, New Mexico 87111

Dear Mr. Warnock:

Paragraph (a), Article VII of Mining Lease No. AT(05-1)-ML-60.8-NM-B-1 provides that "The Lessee shall pay interest, at the per annum rate (365-day basis) established from time to time by the Commission for general application to monies due the Commission, on all amounts of base royalty, royalty bid, and minimum royalty due the Commission from the Lessee and remaining unpaid as of the dates specified in this lease for payment of such amounts. Such interest shall commence to accrue on the day immediately following the date on which payment of any such amount is due; provided that, if the day immediately following the due date falls on a Saturday, a Sunday, or a Federal legal holiday, such interest shall commence to accrue on the day immediately following which is not a Saturday, a Sunday, or a Federal holiday."

The minimum royalty specified in Article VI of said lease for the second lease year was due on June 12, 1975. The minimum royalty payment was received by the Energy Research and Development Administration on August 4, 1975, accordingly fifty-two days interest is due ERDA. ERDA has established a rate of twelve percent (12%) per annum to be applied to overdue royalty payments.

Therefore, you are requested to remit a check in the amount of Sixty-eight dollars and thirty-eight cents (\$68.38) payable to the

1212 AUG 21 6M 4 00

COPIED TO OTHER OFFICE  
RECEIVED

176-60.8-117-B-1

OFFICE	ASS	ASD	OC			
SURNAME	Starast:jsp	Powers	Albrethsen			
DATE	8/20/75	8-21-75	8-21-75			

Mr. George Warnock

2

August 20, 1975

U. S. Energy Research and Development Administration. Please send the check to the Manager, Grand Junction Office, U. S. Energy Research and Development Administration, Box No. 2567, Grand Junction, Colorado 81501.

Very truly yours,

James Stavast, Chief  
Finance and Budget Branch

bcc: HAlbrethsen  
FMcGinley  
GCRitter, LPI